

**County of Placer, California**

**Reconciliation of the Balance Sheet  
for Governmental Funds  
to the Statement of Net Assets  
June 30, 2004**

Amounts reported for governmental activities in the statement of net assets are different because:

|   |                              |
|---|------------------------------|
| Fund balances - total governmental funds (Page 21)  | \$ 290,454,940               |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds as follows:  |                              |
| Capital assets, governmental activities   | 198,276,301                  |
| Less capital assets in Internal Service Funds reported below  | <u>(9,903,868)</u>           |
| Net capital assets  | 188,372,433                  |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:  | 15,470,540                   |
| Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the County Services and Self Insurance Internal Service Funds are included in governmental activities in the statement of net assets | 21,892,122                   |
| Some liabilities are not due and payable in the current period and therefore are not reported in the funds as follows:  |                              |
| Certificates of participation   | (24,805,000)                 |
| Loans payable   | (41,081,667)                 |
| Capital leases  | (1,792,036)                  |
| Interest payable  | (586,781)                    |
| Compensated absences  | (9,969,721)                  |
| Net assets of governmental activities (Page 17)   | <u><u>\$ 437,954,830</u></u> |

The notes to the financial statements are an integral part of this statement.